An Overview of the Ecosystem Enhancement Program and Its Role in Compensatory Mitigation



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Presentation Outline

- EEP & the mitigation process
- History of EEP & purpose
- EEP organization How it works
- Project implementation



The Mitigation Process

Development Proposed

Avoidance and Minimization

Mitigation Necessary

Developer and USACE agree on mitigation solution

Permittee Responsible

Mitigation Bank Credits

In-lieu Fee Program (EEP) Developer Considers Mitigation Options

404 Permit Issued

Mitigation Executed

Development Occurs



N.C. Ecosystem Enhancement Program

1996 – N.C. Wetlands
Restoration Program
established by NCGA to
improve permitting process
and mitigation outcomes

Early 2000s – facilitated interagency dialogue to improve transportation delivery

2003 - EEP established:

To eliminate existing transportation delays (40%) associated with mitigation,

To provide advanced mitigation based on watershed planning

How EEP has benefitted North Carolina

 EEP is an important option to developers across the state





 \$10.5 billion in transportation infrastructure has been delivered without delays from mitigation

Evidence shows
 marked improvement
 in mitigation outcomes
 in the last 15 years

The overall success rate for wetland mitigation in North Carolina... has greatly improved...

Compensatory Stream and Wetland Mitigation in North Carolina, March 25, 2011

Current Work Load

- 279 Active Contracts
 - Value of \$180 million
- Responsible for over 1600 federal (404) water quality permits
- Overseeing delivery of over 350 active stream, wetland and riparian buffer restoration projects (600 projects in total)



Organizational Information

- Totally funded through receipts
- Positions
 - Original staff allocation of 63 positions
 - Decrease of 11 positions since 2003
 - Current staff level of 52 positions
 - 43 funded through NCDOT, 9 supported through other ILF funds



Organizational Structure

DENR

Director

Accounting/ Admin

Deputy Director

Project Mgmt Science & Analysis

Contracts, Plan Review, Permitting Asset Mgmt. & Reports

Planning & Property





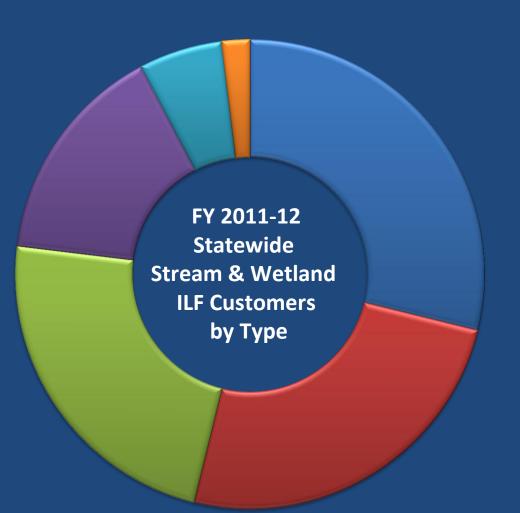
Customers - N.C. DOT



- EEP's largest customer
- Goals of partnership are being met
 - Advancement of high quality mitigation
 - Permits flowing
- Partnership has supported effective implementation of over \$10.5 billion of transportation projects



Customers



Statewide Stream and Wetland ILF

- Residential (29%)
- Commercial/Industrial/Retail (25%)
- Local/State/Federal Government (23%)
- Private Utilities/Infrastructure (15%)
- Military (6%)
- Non-Profit Organization (2%)

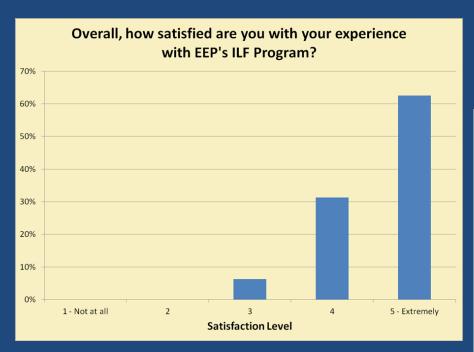


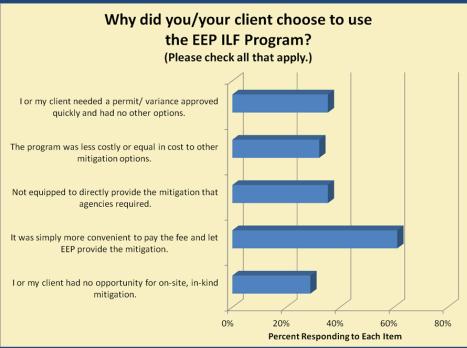
Examples of Retail and Service Industry Customers

ABC, Ace Hardware, Advance Auto Parts, Agri Supply, Aldi, Applebee's, AT&T, Auto Zone, Bank of America, BB&T, BellSouth, Bojangles, Carabba's, Coastal Mini Storage, Cook-Out, Costco, Crescent State Bank, CVS, Dollar General, Dunkin Donuts, Duty Tire, East Carolina Bank, Embassy Suites, Fairfield Inn, FedEx, Gregory Poole, Hampton Inn, Hendrick Cadillac, Holiday Inn, Hyatt Hotel, IBM, Ingles, KFC, Lowe's Home Improvements, Lowe's Foods, McDonalds, Microtel, News and Observer, North Hills East, North State Bank, Olive Garden, Outback Steakhouse, Pepsi, Piedmont Town Center, Pizza Hut, Polo Ralph Lauren, Precision Tune, Quarles Petroleum, Quintiles, State Employees Credit Union, Sheetz, Sleep Inn, Stanley Steamer, Steak N' Shake, Super Express Lube, TGI Fridays, Triangle Town Centre, Umstead Hotel, US Fleet Fueling, Verizon, Waffle House, Walgreen's, Wendy's, WalMart, Wilco Hess.

Customer Satisfaction Survey Respondents stated:

- They would use EEP again or recommend the use of EEP to others
- EEP is "business friendly" and praised staff





N.C. Ecosystem Enhancement Program

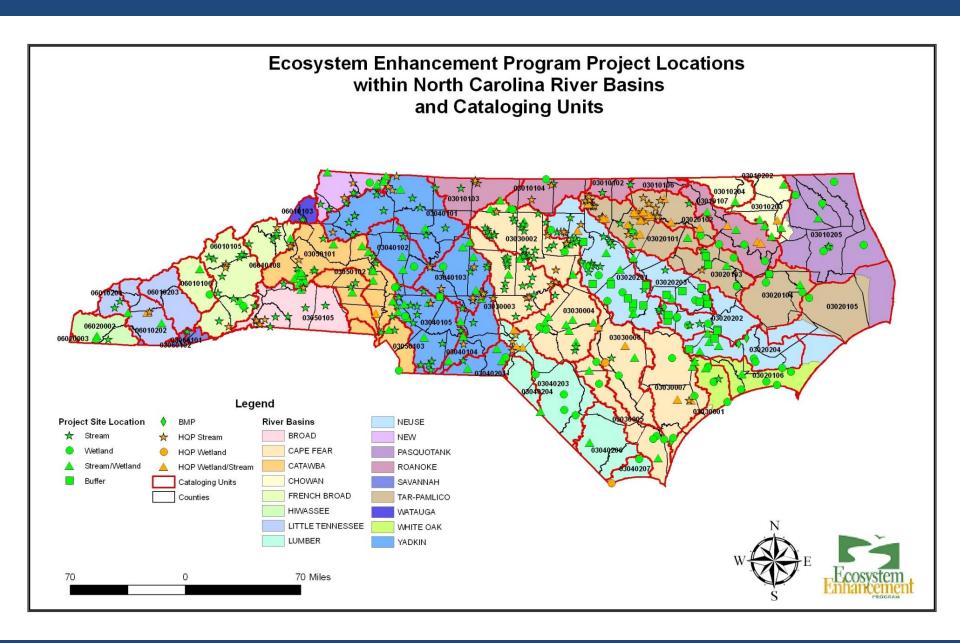


Project Implementation

- Reliance on private sector companies to do the work
 - \$490 million in awards
 - Average annual expenditures of > \$48 million
- Adherence to rigorous regulatory criteria
 - Type, magnitude and location of mitigation
 - Timing of implementation of mitigation
 - Standards and criteria for how mitigation is built



N.C. Ecosystem Enhancement Program









Awards and Recognition









- FHWA Outstanding Env. Stewardship
- Twice listed in the top 50 list of finalists for Harvard's Innovations in American Government Award
- Governor's Conservation Achievement Awards – Natural Resource Agency of the Year (2006)



Questions?



